

Office of Financial Management -Statewide Financial Systems
Internal Service Agencies Rate Day
April 19, 2006

OVERVIEW:

The Office of Financial Management's (OFM) Statewide Financial Systems (SWFS) provides financial and budgetary systems for the State of Washington. All State Agencies and Higher Education Institutions submit and record (in detail or summary format) their financial and budgetary information using required or optional systems supported by SWFS.

In addition to system support and maintenance, SWFS provides training, consultation and system development services. SWFS operates on a fee schedule intended to recover operating costs and provide for application enhancements. Users are billed monthly for system use.

CHANGES FOR THE 2007-09 BIENNIUM:

OFM will adjust the rate structure so revenues and expenditures for each system result in a breakeven point. This will align rates with State and Federal Requirements. The new rate structure will have three components as follows:

- **Central Accounting System Fee (AFRS)**
- **Enterprise System Fee (new)**
- **Optional System Fee**

SYSTEM RATE METHODOLOGIES:

The **Central Accounting System** rate methodology will remain essentially the same. AFRS per unit transaction and file utilization rates will be reduced; other AFRS unit rates remain the same.

A new **Enterprise System Fee** will cover the following services; Budget, Forecasting, Enterprise Reporting, Risk Management, Labor Relations, etc. To recover the associated costs for these services, each agency's rate will be based on their biennial budgeted FTE's.

Note: OFM is migrating all AFRS financial reporting to the Enterprise Reporting environment. Consequently, all agencies will need to use Enterprise Reporting services for financial reporting previously obtained from AFRS.

The **Optional System** rate methodology will remain the same, with each optional system recovering its costs based on the formula currently being used. Systems in this category include CAMS, TVS/ TEMS, DRS, TMS and A/R. With the exception of A/R, all optional system rates will be reduced.

Current and future rate schedules can be found at:

<http://www.ofm.wa.gov/accounting/swfsrates/2005-07.doc>
<http://www.ofm.wa.gov/accounting/swfsrates/2007-09.doc>

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